

Schedule DJE-1

COMMONWEALTH EDISON COMPANY
 JURISDICTIONAL REVENUE REQUIREMENT - DELIVERY SERVICES
 2000 TEST YEAR
 (\$000)

	Company Position	Adjustmts.	Proposed Position
Distribution O&M Expense	\$ 418,573	\$ (112,801)	\$ 305,772
Customer Operations Expense	194,653	(6,856)	187,797
Administrative and General Expense	<u>200,663</u>	<u>(59,974)</u>	<u>140,689</u>
Total Operation and Maintenance	813,889	(179,631)	634,258
 Depreciation & Amortization	 299,127	 (14,259)	 284,868
 Taxes Other Than Income Taxes	 154,826	 (6,949)	 147,877
 Income Tax Expense	 169,320	 (63,308)	 106,012
Amortization of ITC's	(1,744)		(1,744)
 Return on Rate Base	 <u>406,351</u>	 <u>(84,948)</u>	 <u>321,403</u>
 Total Revenue Requirement	 1,841,769	 (349,096)	 1,492,673
 Other Revenue - Credit	 <u>54,799</u>	 <u>-</u>	 <u>54,799</u>
 Net Delivery Services Revenue Requirement	 <u>\$ 1,786,970</u>	 <u>\$ (349,096)</u>	 <u>\$ 1,437,874</u>

Sources:

Company Position - ComEd Exh. 4, Appendix C, Schedule C-1

Adjustments - Schedules DJE-2 - DJE-7

Schedule DJE-1A

COMMONWEALTH EDISON COMPANY
ANALYSIS OF REVENUE REQUIREMENT INCREASE
(\$Million)

Delivery Services Revenue Requirement - Docket No. 99-0117	1,211.5
Distribution O&M	208.8
Customer Accounts Expense	62.8
Rate of Return	91.9
Functionalization of General Plant and A&G Expense	105.7
Plant Additions net of ADIT and Operating Reserves	119.2
Other - Net	<u>(12.9)</u>
Delivery Services Revenue Requirement Proposed by ComEd	<u><u>1,787.0</u></u>

Sources: ICC Amendatory Order, Docket No. 99-0117
ComEd Schedules B-1, C-1
DJE-1A Workpapers

Schedule DJE-2

COMMONWEALTH EDISON COMPANY
OPERATION AND MAINTENANCE EXPENSE
(\$000)

Adjustments to Distribution Operation and Maintenance:		
Tree Trimming Expense	(1)	(4,703)
Storm Damage Expense	(1)	(5,771)
Accounts 580, 590	(1)	(75,342)
Merger Savings	(1)	<u>(27,487)</u>
Total Adjustments to Distribution Operation and Maintenance		(113,304)
Retail Allocation Factor		<u>99.56%</u>
Retail Adjustment		<u>(112,801)</u>
Adjustments to Customer Operations Expense:		
Savings from Closing of Bill Payment Centers	(2)	<u>(765)</u>
Sub-Total Adjustments to Customer Operations		(765)
Uncollectible Accounts Expense	(1)	<u>(6,091)</u>
Total Adjustments to Customer Operations Expense		<u>(6,856)</u>
Adjustments to Administrative and General Expense:		
Functionalization of A&G Expense	(1)	(55,924)
Incentive Compensation	(1)	(2,698)
Environmental Remediation	(1)	<u>(1,519)</u>
Total Adjustments to Administrative and General Expense:		(60,142)
Retail Allocation Factor		<u>99.72%</u>
Retail Adjustment		<u>(59,974)</u>

Sources:

- (1) Schedules DJE-2.1 through DJE-2.8
- (2) BCS-1.26

Schedule DJE-3

COMMONWEALTH EDISON COMPANY
DEPRECIATION & AMORTIZATION EXPENSE
(\$000)

Adjustment to Pro Forma Distribution Plant	(1)	(10,999)
Composite Depreciation Rate	(2)	<u>2.55%</u>
Adjustment to Pro Forma Depreciation on Distribution Plant		<u>(280)</u>
Depreciation on General Plant	(3)	41,499
Functionalization to Delivery Services	(4)	<u>35.89%</u>
Depreciation on General Plant Functionalized to Delivery Services		14,896
Company Depreciation on General Plant to Delivery Services	(5)	<u>28,915</u>
Adjustment to Company Position		(14,019)
Retail Allocation Factor		<u>99.71%</u>
Retail Adjustment		<u>(13,979)</u>
Total Adjustment to Depreciation Expense		<u>(14,259)</u>

Sources:

- (1) Schedule DJE-6.1
- (2) ComEd Schedule C-2.2 3224/126592
- (3) ComEd Workpaper WPC-9.1
- (4) Schedule DJE-8
- (5) ComEd Schedule C-9

Schedule DJE-4

COMMONWEALTH EDISON COMPANY
TAXES OTHER THAN INCOME TAXES
(\$000)

Use Tax Expense in 2000	(1)	3,784
Interest Included in 2000 Expense	(2)	<u>1,366</u>
Use Tax Expense in 2000, Net of Interest		2,418
Years Covered by Payment in 2000	(2)	<u>3.25</u>
Annual Net Use Tax Expense		744
Allocable to Delivery Services	(3)	<u>37.02%</u>
Annual Jurisdictional Use Tax		275
Company Jurisdictional Use Tax	(1)	<u>1,401</u>
Adjustment to Jurisdictional Use Tax		<u>(1,126)</u>
Adjustment to Payroll Taxes:		
Incentive Compensation - Distribution	(4)	(37,323)
Incentive Compensation - A&G	(5)	<u>(2,698)</u>
Total Payroll Adjustment		(40,021)
Payroll Tax Rate	(6)	<u>8.00%</u>
Adjustment to Payroll Taxes		<u>(3,201)</u>
Adjustment to Real Estate Taxes for True-ups	(7)	(2,633)
Total Adjustment to Taxes Other Than Income Taxes		(6,959)
Retail Allocation Factor		<u>99.85%</u>
Retail Adjustment		<u>(6,949)</u>

Sources:

- (1) ComEd Schedule C-13
- (2) BCJ-1.11
- (3) ComEd Schedule C-13 1401/3784
- (4) BCS-1.14, Net Incentive Comp assumed to be eliminated from A/C 580
- (5) Schedule DJE-2
- (6) ComEd Schedule C-2.7 845/(11410-845)
- (7) BCJ-2.02 and COC-5.243
 $(-2078-1611-1229-0.25*25981+2028)/5*1367/2027-1367$

Schedule DJE-5

COMMONWEALTH EDISON COMPANY
INCOME TAX EXPENSE
(\$000)

Total Return Requirement	(1)	8.60%	3,735,505	321,403
Interest Component	(1)	4.28%	3,735,505	<u>160,029</u>
Net Income				161,374
Adjustments:				
Investment Tax Credit Amortization	(2)			(1,744)
Effect of Flow-through Items	(3)			<u>2,051</u>
Base for Taxable Income				161,681
Gross-up Factor				<u>60.40%</u>
Taxable Income				267,692
State Income Taxes		7.08%		<u>18,953</u>
Federal Taxable Income				248,740
Federal Income Taxes		35.00%		<u>87,059</u>
Total Income Tax Expense				<u>\$ 106,012</u>

State Income Tax Rate	7.08%
Federal Income Tax Rate	35.00%
Combined Income Tax Rate	39.60%
Complement	60.40%

Sources:

- (1) Schedules DJE-6, DJE-7
- (2) ComEd Schedule C-1
- (3) ComEd Schedules C-3, C-3.2, Page 2; Effect of Flow Through Items
((136122-73271)*TaxRate-24078)/TaxRate

Schedule DJE-5A

COMMONWEALTH EDISON COMPANY
 PROOF OF INCOME TAXES
 (\$000)

Total Revenue	(1)	1,492,673
Operating Expenses Other Than Income Taxes	(1)	<u>1,067,003</u>
Taxable Operating Income		425,670
Interest Expense	(2)	<u>160,029</u>
Taxable Income before Flow-Through Items		265,641
Adjustment for Flow-Through Items	(2)	<u>2,051</u>
Taxable Income		267,692
State Income Tax Expense	7.08%	<u>18,953</u>
Federal Taxable Income		248,740
Federal Income Tax Expense	35.00%	<u>87,059</u>
Total Income Tax Expense		<u>106,012</u>

Sources:

- (1) Schedule DJE-1
- (2) Schedule DJE-5

Schedule DJE-6

COMMONWEALTH EDISON COMPANY
RETURN ON RATE BASE
(\$000)

	<u>Company Position</u>	<u>Adjustmts.</u>	<u>Proposed Position</u>
Distribution Plant in Service	\$ 8,370,615	(10,999)	\$ 8,359,616
General Plant in Service	<u>850,351</u>	<u>(420,857)</u>	<u>429,494</u>
Total Plant in Service	9,220,966	(431,856)	8,789,110
Accum. Deprec. - Distribution Plant	(3,821,634)	(89,906)	(3,911,540)
Accum. Deprec. - General Plant	<u>(224,207)</u>	<u>114,563</u>	<u>(109,644)</u>
Total Accumulated Depreciation	(4,045,841)	24,657	(4,021,184)
Net Plant in Service	5,175,125	(407,198)	4,767,927
Materials and Supplies	36,479		36,479
Construction Work in Progress	20,813		20,813
Regulatory Assets	6,161		6,161
Accumulated Deferred Income Taxes	(765,927)	(42,809)	(808,736)
Customer Deposits	(17,856)		(17,856)
Customer Advances	(325)		(325)
Other Deferred Credits	(9,820)		(9,820)
Pre-1971 Investment Tax Credits	(254)		(254)
Operating Reserves	<u>(360,469)</u>	<u>101,585</u>	<u>(258,884)</u>
Total Rate Base	\$ 4,083,927	\$ (348,422)	\$ 3,735,505
Rate of Return	<u>9.95%</u>		<u>8.60%</u>
Return on Rate Base	<u>\$ 406,351</u>	<u>\$ (84,948)</u>	<u>\$ 321,403</u>

Sources:

Company Position - ComEd Exh. 4, Appendix C, Schedule B-1

Adjustments - Schedules DJE-6.1 - DJE-6.4

Rate of Return - Schedule DJE-7

Schedule DJE-6.1

COMMONWEALTH EDISON COMPANY
PLANT IN SERVICE
(\$000)

Adjustment to Distribution Plant in Service:

Actual Projects Placed in Service - 2nd Quarter 2001	(1)	115,554
Forecasted Projects Placed in Service - 2nd Quarter 2001	(2)	<u>126,592</u>
Adjustment to Plant in Service		(11,038)
Retail Allocation Factor		<u>99.64%</u>
Retail Adjustment		<u>(10,999)</u>

Adjustment to General and Intangible Plant in Service:

Total General and Intangible Plant in Service, Excluding "C-Team"	(3)	1,200,011
Jurisdictional Allocation Factor	(4)	<u>35.89%</u>
Jurisdictional General and Intangible Plant in Service, Excluding "C-Team"		430,734
Adjusted Juris. General and Intangible Plant, per Company	(5)	<u>852,805</u>
Adjustment to Juris. General and Intangible Plant in Service		(422,071)
Retail Allocation Factor		<u>99.71%</u>
Retail Adjustment		<u>(420,857)</u>

Sources:

- (1) GEG-1.01
- (2) ComEd Schedule B-2.2
- (3) ComEd Workpaper WPB-1.1
- (4) Schedule DJE-8
- (5) ComEd Schedule B-1

Schedule DJE-6.2

COMMONWEALTH EDISON COMPANY
ACCUMULATED RESERVE FOR DEPRECIATION
(\$000)

Post Test Year Adjustment to Distribution Plant, per Company	(1)	260,215
Modification to Company Adjustment to Distribution Plant	(2)	<u>(11,038)</u>
Modified Adjustment to Depreciation Plant		249,177
Total Increase in Distribution Plant 12/31/00 - 6/30/01	(3)	<u>372,098</u>
Adjustment as Percentage of Net Additions to Distribution Plant		66.97%
Depreciation Reserve - Distribution Plant 6/03/01	(4)	3,970,214
Depreciation Reserve - Distribution Plant 12/31/00	(1)	<u>3,825,482</u>
Increase in Depreciation Reserve		144,732
Adjustment to Depreciation Reserve	(5)	96,920
Company Adjustment to Depreciation Reserve	(1)	<u>6,694</u>
Adjustment to Company Position		90,226
Retail Allocation Factor		<u>99.64%</u>
Retail Adjustment		<u>89,906</u>
Adjustment to General and Intangible Depreciation Reserve:		
Total General and Intangible Deprec. Reserve, Excluding "C-Team"	(6)	306,474
Jurisdictional Allocation Factor	(7)	<u>35.89%</u>
Jurisdictional General and Intangible Deprec. Reserve, Excl. "C-Team"		110,006
Adjusted Juris. General and Intangible Plant in Service, per Company	(1)	<u>224,900</u>
Adjustment to Juris. General and Intangible Plant in Service		(114,894)
Retail Allocation Factor		<u>99.71%</u>
Retail Adjustment		<u>(114,563)</u>

Sources:

- (1) ComEd Schedule B-1
- (2) Schedule DJE-6.1
- (3) ComEd Schedule B-1 and COC-1.078 8512323-8140225
- (4) COC-1.079
- (5) % Increase in Plant X Increase in Depreciation Reserve
- (6) ComEd Workpaper WPB-1.1
- (7) Schedule DJE-8

Schedule DJE-6.3

COMMONWEALTH EDISON COMPANY
 ADJUSTMENTS TO ACCUMULATED DEFERRED INCOME TAXES
 (\$000)

Writedown of Manufactured Gas Plants	(1)	(43,533)
Cleanup Costs of Superfund Sites	(1)	(2,413)
Interest on Projected Tax Deficiencies	(1)	(1,502)
Merger Costs	(1)	(1,130)
Accrued Vacation	(1)	<u>(16,159)</u>
Total Adjustment to Jurisdictional ADIT Debit Balances		(64,737)
Retail Allocation Factor		<u>99.64%</u>
Retail Adjustment		(64,504)
Adjustment to Functionalization of General Plant	(2)	61,925
Adjustment to ADIT on Operating Reserves	(3)	<u>(40,230)</u>
Net Adjustment to ADIT		<u><u>(42,809)</u></u>

Sources:

- (1) ComEd Schedule B-6
- (2) Schedule DJE-6.3a
- (3) Schedule DJE-6.4

Schedule DJE-6.3a

COMMONWEALTH EDISON COMPANY
ACCUMULATED DEFERRED INCOME TAXES
ALLOCATED ON NET PLANT
(\$000)

Interest Capitalized	(1)	36,563
Liberalized Depreciation	(1)	(904,936)
Repair Allowance	(1)	(165,518)
Benefits Capitalized	(1)	(45,887)
Allowance for Borrowed Funds Used During Construction	(1)	(26,838)
Redemption of First Mortgage Bonds	(1)	(10,791)
Net Removal Costs	(1)	<u>116,483</u>
Total ADIT Allocated Based on Net Plant		(1,000,924)
Net Plant Allocator, per Company	(2)	<u>93.52%</u>
Base for Allocation		(1,070,320)
Net Plant Allocator, as Adjusted	(2)	<u>87.71%</u>
Jurisdictional ADIT, as Adjusted		(938,821)
Adjustment to ADIT	(3)	62,103
Retail Allocator		<u>99.71%</u>
Retail Adjustment		<u><u>61,925</u></u>

Sources:

- (1) ComEd Schedule B-6
- (2) Schedule DJE-8
- (3) Total ADIT Allocated Based on Net Plant - Jurisdictional ADIT, as Adjusted

Schedule DJE-6.4

COMMONWEALTH EDISON COMPANY
OPERATING RESERVES
(\$000)

Accumulated Provision for Injuries and Damages	(1)	48,397
Accumulated Provision for Pensions and Benefits	(1)	674,348
Accumulated Miscellaneous Operating Reserves	(1)	<u>720</u>
Total Operating Reserves		723,465
Jurisdictional Allocation Factor	(2)	<u>35.89%</u>
Jurisdictional Operating Reserves		259,682
Jurisdictional Operating Reserves, per Company	(3)	<u>361,580</u>
Adjustment to Juris. General and Intangible Plant in Service		101,898
Retail Allocation Factor		<u>99.69%</u>
Retail Adjustment		<u>101,585</u>
Adjustment to ADIT on Operating Reserves	39.60%	<u>(40,230)</u>

Sources:

- (1) ComEd Workpaper WPB-1.6, Page 3
- (2) Schedule DJE-8
- (3) ComEd Schedule B-1

Schedule DJE-7

COMMONWEALTH EDISON COMPANY
RATE OF RETURN
(\$000)

Company Position

	<u>Percent</u>	<u>Cost Rate</u>	<u>Weighted Cost</u>
Long Term Debt	53.99%	7.14%	3.86%
Common Equity	<u>46.01%</u>	13.25%	<u>6.10%</u>
Total	<u>100.00%</u>		<u>9.95%</u>

Proposed Position

	<u>Percent</u>	<u>Cost Rate</u>	<u>Weighted Cost</u>
Long Term Debt	60.00%	7.14%	4.28%
Common Equity	<u>40.00%</u>	10.80%	<u>4.32%</u>
Total	<u>100.00%</u>		<u>8.60%</u>

Sources:

Company Position: ComEd Schedule Exhibit FIN-1, Schedule 11.1

Proposed Position: ROE from Docket 99-0117 Order
Capital Structure Approximates Docket 99-0117 Order

Schedule DJE-8

COMMONWEALTH EDISON COMPANY
ALLOCATION FACTORS
(\$000)

		References		
Labor Allocator				
			<u>Total</u>	<u>Juris.</u>
Production	C-8		448,246	-
Transmission	C-8, GEG-1.04		24,900	11
Distribution	C-8, GEG-1.04		189,664	189,664
Customer Operations	C-8		94,428	85,618
Sales	GEG-1.04		<u>9,720</u>	-
Total			<u>766,958</u>	<u>275,293</u>
Jurisdictional Labor Allocator				<u>35.89%</u>
Net Plant Allocator				
Per Company				
Gross Plant	A-1, B-1	9,415,568	9,003,439	
Depreciation Reserve	A-1, B-1	<u>(4,121,509)</u>	<u>(4,052,628)</u>	
Net Plant		5,294,059	4,950,811	93.52%
Adjusted for General Plant Refunctionalization				
Gross Plant	B-1, DJE-6.1	9,415,568	8,581,368	
Depreciation Reserve	B-1, DJE-6.2	<u>(4,121,509)</u>	<u>(3,937,734)</u>	
Net Plant		5,294,059	4,643,633	87.71%
Retail Allocators				
Distribution O&M	C-1	420,005	418,141	99.56%
Customer Operations	C-1	194,653	194,653	100.00%
A&G Expense	C-1	201,224	200,663	99.72%
Taxes Other Than Income	C-1	155,051	154,826	99.85%
Distribution Plant	B-1	8,400,440	8,370,615	99.64%
General Plant	B-1	852,805	850,351	99.71%
ADIT	B-1	768,695	765,927	99.64%
Operating Reserves	B-1	361,580	360,469	99.69%

Schedule DJE-9

COMMONWEALTH EDISON COMPANY
ANNUALIZED BILLING DETERMINANTS
(\$000)

	ComEd Position	Adjustments	Proposed Position
<u>Single Family Without Space Heat</u>			
Year End Customers			2,072,702
Months			12
Customer Bills	24,692,283	180,141	24,872,424
Annual kWh Sales per Customer			8,789
Year End Customers			2,072,702
Annual kWh Sales	18,085,441,483	131,941,203	18,217,382,686
<u>Multi Family Without Space Heat</u>			
Year End Customers			939,928
Months			12
Customer Bills	11,210,889	68,247	11,279,136
Annual kWh Sales per Customer			4,022
Year End Customers			939,928
Annual kWh Sales	3,757,622,321	22,874,765	3,780,497,086
<u>Single Family with Space Heat</u>			
Year End Customers			46,712
Months			12
Customer Bills	557,791	2,753	560,544
Annual kWh Sales per Customer			22,644
Year End Customers			46,712
Annual kWh Sales	1,052,574,530	5,195,024	1,057,769,554
<u>Multi Family with Space Heat</u>			
Year End Customers			151,600
Months			12
Customer Bills	1,810,676	8,524	1,819,200
Annual kWh Sales per Customer			12,802
Year End Customers			151,600
Annual kWh Sales	1,931,763,743	9,094,037	1,940,857,780

Sources: ComEd Exhibit 13.3 and Response to IIEC 1.13

Schedule DJE-2.1

COMMONWEALTH EDISON COMPANY
ADJUSTMENT TO TREE TRIMMING EXPENSE
(\$000)

<u>Year</u>	<u>Tree Trim Expense</u>
1995	29,900
1996	32,300
1997	36,900
1998	39,136
1999	53,067
2000	<u>46,871</u>
Average for Year 1995 - 2000	41,655
ComEd Expense	<u>46,358</u>
Adjustment to Pro Forma Distribution O&M	<u>(4,703)</u>

Sources: BCJ-1.02, ComEd Schedule C-2.11

Schedule DJE-2.2

COMMONWEALTH EDISON COMPANY
ADJUSTMENT TO STORM DAMAGE EXPENSE
(\$000)

<u>Year</u>		<u>Storm Damage Expense</u>
1996	(1)	8,900
1997	(1)	14,100
1998	(1)	36,500
1999	(1)	16,514
2000	(1)	<u>29,905</u>
Average for Years 1996 - 2000		21,184
ComEd Expense	(2)	<u>26,955</u>
Adjustment to Pro Forma Distribution O&M		<u>(5,771)</u>
Variable Storm Damage Expense - 2000	(3)	18,700
Total Storm Damage Expense - 2000	(1)	<u>29,905</u>
Variable Expense as a Percentage of Total Expense		<u>62.53%</u>
Accrual for Variable Storm Damage	(4)	<u>13,247</u>

Sources:

- (1) GEG-2.05
- (2) ComEd Schedule C-2.12
- (3) COC-1.081
- (4) Variable as a % of Total X Normalized Expense

Schedule DJE-2.3

COMMONWEALTH EDISON COMPANY
ABNORMAL EXPENSE ADJUSTMENT
(\$000)

		A/C 580 Operation S&E	A/C 580 Maint. S&E	Total
Expense Incurred 1999	(1)	39,863	8,838	48,701
Escalation to 2000	(2)	<u>3.00%</u>	<u>3.00%</u>	
Expense Incurred 1999 Escalated to 2000		41,059	9,103	50,162
Actual Expense Incurred in 2000	(1)	107,296	24,724	132,020
Expense Eliminations by ComEd	(3)	<u>(6,489)</u>	<u>(27)</u>	<u>(6,516)</u>
Expenses as Adjusted by ComEd		100,807	24,697	125,504
Adjustment to 2000 Level of Expenses		<u>(59,748)</u>	<u>(15,594)</u>	<u>(75,342)</u>

Sources:

- (1) FERC Form 1, 2000, Pages 321, 322
- (2) Allowance for inflation and growth
- (3) ComEd Schedules C-2.5, C-2.6, C-2.13

Schedule DJE-2.4

COMMONWEALTH EDISON COMPANY
MERGER SAVINGS
(\$000)

Total Positions to be Eliminated	(1)	2,900
Total Exelon Employees	(2)	33,000
Total Eliminations as Percentage of Employees		8.79%
Estimated Reduction in "Primary" Areas of Terminations	(3)	10%
Total ComEd Delivery Services Employees - 2000	(4)	7,205
ComEd Positions Eliminated		721
Total Payroll and Payroll Costs per Employee	(5)	<u>53,256</u>
Reduction to Payroll and Payroll Costs		(38,371)
Amortization of Costs of Achieving Savings	(6)	10,708
Net Effect of A&G Refunctionalization	(7)	<u>175</u>
Net Adjustment to Operation and Maintenance Expense		<u>(27,487)</u>

Sources:

- (1) Exelon Corp. SEC Form 8-K, Mar. 16, 2001, Page 39
- (2) Exelon Corp. Annual Report 2000, Page 28
- (3) Estimate of "primarily" affected, as identified in (1)
- (4) ComEd Schedule C-8.3
- (5)

Payroll & Related Expenses	426,932	ComEd C-8
Adjustment to P/R & Related Expense	<u>(43,222)</u>	DJE-4
Adjusted P/R & Related Expense	383,710	
Delivery Services Employees	<u>7,205</u>	
P/R & Related Expense per Employee	<u>53,256</u>	
- (6)

Total Costs of Terminations	431,000	Form 8-K, Page 39
Allocation to ComEd Delivery Services	<u>24.84%</u>	Employees
Costs Allocated to Delivery Services	107,081	
Amortization Period	<u>10</u>	
Annual Amortization	<u>10,708</u>	
- (7) Effect of Reducing A&G Salaries Functionalized to Delivery Services

Schedule DJE-2.5

COMMONWEALTH EDISON COMPANY
ADJUSTMENT TO UNCOLLECTIBLE ACCOUNTS EXPENSE
(\$000)

Distribution O&M Expense	(1)	305,772
Customer Operations Expense Excluding Uncollectible Accounts	(2)	177,588
Administrative and General Expense	(1)	140,689
Depreciation & Amortization	(1)	284,868
Taxes Other Than Income Taxes	(1)	147,877
Income Tax Expense	(1)	106,012
Amortization of ITC's	(1)	(1,744)
Return on Rate Base	(1)	321,403
Other Revenue - Credit	(1)	<u>(54,799)</u>
Revenue Requirement Excluding Uncollectible Accounts		1,427,665
Uncollectible Percentage	(3)	0.71%
Uncollectible Accounts Expense		10,209
Uncollectible Accounts Expense per Company	(4)	<u>16,300</u>
Adjustment to Uncollectible Accounts Expense		<u><u>(6,091)</u></u>

Sources:

- (1) Schedule DJE-1
- (2) ComEd Cust. Ops. Expense less Uncollectible, less Adjustments
- (3) ComEd Schedule A-2.1
- (4) ComEd Schedule C-13

Schedule DJE-2.6

COMMONWEALTH EDISON COMPANY
ADJUSTMENT TO A&G EXPENSE FUNCTIONALIZATION
(\$000)

Total Adjusted A&G Expense	(1)	337,355
Nuclear Insurance Refund	(1)	<u>54,000</u>
Total Adjusted A&G Expense before Refund		391,355
Jurisdictional Allocator	(2)	<u>35.89%</u>
Delivery Services A&G Expense		140,474
Delivery Services A&G Expense, per ComEd	(1)	<u>196,398</u>
Adjustment to Delivery Services A&G Expense		<u><u>(55,924)</u></u>

Sources:

- (1) ComEd Exhibit 4, Appendix B
- (2) Schedule DJE-8

Schedule DJE-2.7

COMMONWEALTH EDISON COMPANY
INCENTIVE COMPENSATION CHARGED TO A&G EXPENSE
(\$000)

Incentive Compensation Included in A&G Expense

<u>Year</u>		<u>Expense</u>
1996	(1)	26,983
1997	(1)	22,214
1998	(1)	52,126
1999	(1)	42,212
2000	(1)	<u>51,351</u>
Total		194,886
Average for Five Years		38,977
Actual Test Year Expense	(1)	51,351
Company Adjustment to Test Year Expense	(2)	<u>(4,857)</u>
Adjusted Test Year Expense per Company		46,494
Adjustment to Company Expense	(3)	(7,517)
Jurisdictional Allocator	(4)	<u>35.89%</u>
Adjustment to Jurisdictional Expense		<u><u>(2,698)</u></u>

Sources:

- (1) COC-1.102
- (2) ComEd Exhibit 4, Appendix B
- (3) Average for Five Years - Adjusted TY Expense per Company
- (4) Schedule DJE-8

Schedule DJE-2.8

COMMONWEALTH EDISON COMPANY
ADJUSTMENT TO ENVIRONMENTAL REMEDIATION EXPENSE
(\$000)

Environmental Remediation Expense:

<u>Year</u>		<u>Expense</u>
1996	(1)	2,001
1997	(1)	3,855
1998	(1)	5,986
1999	(1)	3,822
2000	(2)	<u>9,206</u>
Total		24,870
Average for Five Years		4,974
Test Year Expense per Company	(2)	<u>9,206</u>
Adjustment to Company Expense		(4,232)
Jurisdictional Allocator	(3)	<u>35.89%</u>
Adjustment to Jurisdictional Expense		<u>(1,519)</u>

Sources:

- (1) COC-1.055
- (2) ComEd Schedule C-16
- (3) Schedule DJE-8

COMMONWEALTH EDISON COMPANY
ANALYSIS OF REVENUE REQUIREMENT INCREASE
(\$Million)

Delivery Services Revenue Requirement - Docket No. 99-0117	1,211.5
Distribution O&M	208.8
Customer Accounts Expense	62.8
Rate of Return	91.9
Functionalization of General Plant and A&G Expense	105.7
Plant Additions net of ADIT and Operating Reserves	119.2
Other - Net	<u>(12.9)</u>
Delivery Services Revenue Requirement Proposed by ComEd	<u><u>1,787.0</u></u>

COMMONWEALTH EDISON COMPANY
ANALYSIS OF RATE OF RETURN INCREASE
(\$000)

Company Position - Present Case

	<u>Percent</u>	<u>Cost Rate</u>	<u>Weighted Cost</u>	<u>Pre-Tax Cost</u>
Long Term Debt	53.99%	7.14%	3.85%	3.85%
Common Equity	<u>46.01%</u>	13.25%	<u>6.10%</u>	<u>10.10%</u>
Total	<u>100.00%</u>		<u>9.95%</u>	<u>13.95%</u>

ICC Approved ROR - Docket No. 99-0117

	<u>Percent</u>	<u>Cost Rate</u>	<u>Weighted Cost</u>	<u>Pre-Tax Cost</u>
Transitional Funding	22.90%	5.71%	1.31%	1.31%
Long Term Debt	36.94%	8.57%	3.17%	3.17%
Preferred Stock	0.76%	13.26%	0.10%	0.17%
Common Equity	<u>39.40%</u>	10.80%	<u>4.26%</u>	<u>7.05%</u>
Total	<u>100.00%</u>		<u>8.84%</u>	<u>11.70%</u>

Income Tax Rate 39.60%

COMMONWEALTH EDISON COMPANY
ANALYSIS OF RATE OF FUNCTIONALIZATION CHANGE
(\$000)

Adjustment to General Plant	420,857
Adjustment to General Plant Depreciation Reserve	<u>(114,563)</u>
Adjustment to Net Plant	306,294
Pre-Tax Rate of Return	<u>11.70%</u>
Adjustment to Revenue Requirement	35,833
Adjustment to Depreciation Expense on General Plant	13,979
Adjustment to Administrative and General Expense	<u>55,924</u>
Increase in Rev. Req. due to Change in Functionalization	<u><u>105,736</u></u>

COMMONWEALTH EDISON COMPANY
EFFECT OF PLANT ADDITIONS
(\$000)

Net Plant, Present Case	5,175,125
Less Effect of General Plant Refunctionalization	<u>(306,294)</u>
Net Plant without Functionalization Change	4,868,831
Net Plant, Docket No. 99-0117	<u>3,932,704</u>
Increase in Net Plant	936,127
Increase in ADIT	(136,753)
Increase in Operating Reserves	<u>(102,865)</u>
Increase in Plant net of ADIT and Operating Reserves	696,509
Pre-Tax Rate of Return	<u>11.70%</u>
Increase in Revenue Requirement	<u>81,483</u>
Depreciation Expense, Present Case	299,127
Less Effect of General Plant Refunctionalization	<u>(13,979)</u>
Depreciation Expense without Functionalization Change	285,148
Depreciation Expense, Docket No. 99-0117	<u>247,469</u>
Increase in Depreciation Expense	<u>37,679</u>
Total Increase in Revenue Requirements	<u>119,162</u>

COMMONWEALTH EDISON COMPANY
EFFECT OF OTHER REV. REQ. CHANGES
(\$000)

Other Revenue	(14,530)
Transmission Expense	(20,434)
Customer Service and Info.	(7,361)
Growth in A&G	16,862
Taxes Other Than Income Taxes	13,009
Other Rate Base	(2,297)
Income Tax - Reconciling Items & ITC	<u>1,842</u>
Net Effect of Other Changes	<u>(12,909)</u>

ComEd Rate Base - Current Case	4,083,927
Increase in Plant net of ADIT & Reserves	696,509
Effect of Refunctionalization	<u>306,294</u>
Adjusted Rate Base	3,081,124
Rate Base - Docket No. 99-0117	<u>3,100,758</u>
Effect of Other Rate Base Changes	(19,634)
Pre-Tax Rate of Return	<u>11.70%</u>
Effect of Other Rate Base Changes on Return Req.	<u>(2,297)</u>

COMMONWEALTH EDISON COMPANY
EFFECT OF TAX RECONCILING ITEMS
(\$000)

	<u>Docket 99-0117</u>	<u>Docket 01-0423</u>
Revenue	1,251,742	1,841,769
Expenses Other than Income Taxes	<u>886,601</u>	<u>1,267,842</u>
Pre-Tax Operating Income	365,141	573,927
Interest	<u>138,914</u>	<u>157,231</u>
Taxable Income	226,227	416,696
Income Tax Rate	<u>39.60%</u>	<u>39.60%</u>
Income Tax Expense with no Reconciling Items	89,590	165,020
Actual Net Income Taxes	<u>91,034</u>	<u>167,576</u>
Difference	1,444	2,556
Change in Tax Expense - Reconciling Items & ITC		1,113
Revenue Requirement Effect		1,842